GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Infrastructure and Investment Department – Allocation of the Green field Captive Port at DL Puram, Anakapalli District to M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) for setting of new integrated steel plant –Orders – Issued.

INFRASTRUCTURE AND INVESTMENT (PORTS) DEPARTMENT

G.O.MS.No. 5 Dated: 09-04-2025
Read the following:

1. From the Chief Executive Officer, AP Maritime Board e-office file No. 2632427 & 2736468
2. G.O.Ms.No.76, Industries & Commerce (P&I) Dept, Dt.26.11.2024
3. G.O.Ms.No.03, Infrastructure & Investment (Ports) Dept, dt.9.4.2025.
4. G.O.Ms.No.04, Infrastructure & Investment (Ports) Dept, dt.9.4.2025.

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ORDER:

The Chief Executive Officer, APMB vide reference 1st read above, has submitted that M/s Arcelor Mittal Nippon Steel India Limited (AMNSI), which is a Joint Venture between the two of the world's leading steel manufacturers, 'Arcelor Mittal' and 'Nippon Steel Corporation' have submitted proposals to Government of AP, Industries & Commerce Department , for establishment of a Port based Integrated Steel Plant (ISP) at Rajayyapeta, (Anakapalli District), Andhra Pradesh with a possibility to create the largest ever ISP in the world of 24 MTPA at a location, provided iron ore supply linkages are there. First phase of ISP is planned for 7.3 MTPA, followed by 10.5 MTPA, ultimately reaching 20-24 MTPA depending on allocation of contiguous land, water, electricity, road and waterfront for housing a captive port coterminous and co-existing with the Steel Plant.

2) M/s Arcelor Mittal Nippon Steel India Limited further presents that the Integrated Steel Plant will also require a Captive Port co-existing and coterminous with the Integrated Steel Plant in its immediate neighbourhood to handle cargo of Integrated Steel Plant. As relative domestic/international prices of raw material including coal, coke, iron ore, iron ore pellets, iron ore concentrate, dolomite and fluxes etc and keep fluctuating, it is necessary to have the advantage of economies of scale through navigational route and port facility.

3) Accordingly, Government of Andhra Pradesh vide reference 2nd read above, have extended incentives and facilitations to M/s. Arcelor Mittal Nippon Steel (AMNS) India for setting up of integrated Steel Plant of

17.8 MTPA capacity in 2 Phases (7.3 MTPA in first phase & 10.5 MTPA in Phase-II) subject to company adhering to the definite time lines for implementation of the project and investment and employment commitment as per the DPR submitted and subject to certain other conditions and facilitations. In the said order, Para-5(4) is given below

Para-5(4): In-principle approval for land allocation for Captive Port by the Department concerned, as per captive port norms, subject to progress of Phase-I of the project to R1/G4/G3 norms.

4) Accordingly, Government vide reference 4th read above, have declare the Port limits of Captive Port at DL Puram, Anakapalli District with a waterfront length of 2.9 Kms, which is located beyond 3 Nautical Mile buffer zone stipulated in the NAOB Rambilli Port notification.

5) Now, Government after careful examination of the entire issue, have decided to allocate Captive port at DL Puram, Anakapalli District with a waterfront length of 2.9 Kms - located beyond 3 Nautical Mile buffer zone stipulated in the NAOB Rambilli Port notification - to M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) subject to obtaining requisite NOC/Clearance from Ministry of Defence, Ministry of Home Affairs, Ministry of Shipping and other statutory agencies, as applicable and subject to fulfillment of the following conditions by M/s Arcelor Mittal Nippon Steel India Ltd:

a. Setting up of integrated Steel Plant of 17.8 MTPA capacity in 2 Phases (7.3 MTPA in first phase & 10.5 MTPA in Phase-II) in Anakapalli District, so as to generate an employment of about 20,000 in Phase-l of the plant by 2029.

b. Payment of Lease Charges for the Land to be allotted and including lands proposed to be reclaimed, as prescribed by APMB.

c. Payment of Waterfront Royalty and other dues as applicable and as prescribed by APMB.

6) The Chief Executive Officer, APMB is directed to take further action in this regard.

7) This order issues with the concurrence of Finance Department vide their U.O.No.FIN01-FMU0ASD(IIE)/10/2025-FMU-IC-IIE, Computer No.2734732, dt. 01.03.2025.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N. YUVARAJ
SECRETARY TO GOVERNMENT

To
The Chief Executive Officer, AP Maritime Board
The District Collector, Anakapalli, AP
Copy to:
The OSD to Secretary to Hon'ble Chief Minister.
The OSD to Hon'ble Minister (I&I)

The GA(Cabinet) Dept.,(w.r.t CR No.95/2025)
The Finance (FMU-Energy, I&I) Department.
The PS to Chief Secretary to Government.
The PS to Secretary to Government, I&I Department
Sf/Sc.(C.No.INI01-PORT/94/2024 Computer No. 2645636)

// FORWARDED BY ORDER //

SECTION OFFICER